

FIS Base Morning Intraday Note

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Copper

The upside move on the 11/05/21 failed to trade above the USD 10,159 level leaving it vulnerable to further tests to the downside. Intraday price and momentum conflicted yesterday before selling lower on the open, resulting in it being aligned to the sell side. Price has now broken fractal support further weakening the technical picture; however, key support on the daily technical is at USD 9,462. Downside moves that hold this level will support a bull argument on the daily technical, below this level the pullback is considered as deep and the technical phase neutral. Upside moves on the 4-hour candle that close above the USD 9,976 level with the RSI at or above 48.5 (currently 40) would mean intraday price and momentum are aligned to the buy side. Resistance is at USD 9,976, USD 10,063, USD 10,159 with support at USD 9,721, USD 9,462, and USD 9,216.

Alu

Price and momentum became aligned to the buy side yesterday but failed to trade above the USD 2,508 resistance. A weak opening means intraday P&M are now aligned to the sell side with the futures remaining in a corrective phase, having traded below the USD 2,460 fractal support from the 11/06/21. Near-term support is at USD 2,430—USD 2,406, corrective moves lower that hold at or above USD 2,373 would support a bull argument, below this level the pullback is considered as deep, meaning the technical is considered as neutral. Upside moves on the 4-hour candle that close above the USD 2,483 level with the RSI at or above 56.5 (currently 54.5) would mean intraday P&M are aligned to the buy side whilst above the USD 2,508 would create a higher high in the market signaling the intraday futures are entering bullish territory. Further resistance can be found at USD 2,517.5.

Zinc

The futures traded above the USD 3,056 resistance yesterday taking the technical into a neutral phase. However, like the rest of the base complex we are seeing lower pricing on the open on the back of fears that China will be selling their metals reserves to cap prices. The futures are holding above the USD 2,977.5 fractal support but intraday P&M are aligned to the sell side, downside moves below this level will target the USD 2,930—USD 2,882 support levels. Upside moves on the 4-hour candle that close above USD 3,056 with the RSI at or above 54.5 (currently 44) would mean intraday P&M are strengthening. Further resistance is at USD 3,075 and USD 3,099.

Nickel

The futures traded above the USD 18,475 resistance yesterday but has sold off on the open. The pullback is deep into the last bull wave that started on the 07/06/21 meaning the technical is now considered as neutral. Intraday price and momentum are aligned to the sell side with the current open candle looking like a bullish rejection candle. Upside moves that close above USD 18,405 with the RSI at or above 57.5 (currently 48) would mean intraday P&M are aligned to the buy side. Resistance is at USD 18,405, USD 18,495, USD 18,598 with support at USD 17,940, USD 17,800, and USD 17,740.

Lead

Price failed to make a higher high yesterday with price trading lower on the open alongside the rest of the BM complex. Intraday P&M is corrective with price holding above the USD 2,167 support; corrective moves lower that hold at or above the USD 2,150 level would support a buyer's argument, below this level would warn of technical weakness with market sellers targeting the USD 2,116—USD 2,114 support area. Upside moves that close on the 4-hour candle above USD 2,201.5 with the RSI at or above 54.5 (currently 47) would mean intraday P&M are strengthening. Further resistance can be found at USD 2,218, and USD 2,225.